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GOVERNMENT OF PUERTO RICO
PUERTO RICO PUBLIC SERVICE REGULATORY BOARD
PUERTO RICO ENERGY BUREAU

IN RE: REVIEW OF LUMA'S INITIAL BUDGETS

CASE NO.: NEPR-MI-2021-0004

MOTION TO SUBMIT THE JUNE 2026 B2A REPORT

TO THE HONORABLE PUERTO RICO ENERGY BUREAU:

COMES NOW the Puerto Rico Electric Power Authority ("PREPA") through its undersigned legal representation and respectfully informs and requests as follows:

1. On June 25, 2023, the Energy Bureau of the Puerto Rico Public Service Regulatory Board ("Energy Bureau") issued a Resolution and Order ("June 25 Order") modifying the proposed budget and approving the Consolidated Annual Budgets for Fiscal Year 2024.

2. The June 25 Order established several financial reporting requirements for PREPA, including the submission of a monthly Budget to Actual ("B2A Report") for HydroCo and HoldCo, based on a template provided by the Financial Oversight and Management Board (FOMB), which shall include:

a. Explanation of material variances (greater than 10% and $30 million),

b. Income statement within the reporting package, and

c. Monthly budget reporting.

3. On June 26, 2024, the Energy Bureau issued another Resolution and Order ("June 26 Order") regarding the review of the Fiscal Year 2025 Budget. In

that order, the Energy Bureau determined that the modified Fiscal Year 2025 Budgets complied with Act 57-2014 and the 2017 Rate Order. The Energy Bureau also confirmed that all existing reporting requirements remain in full force and effect.

4. In compliance with the June 26 Order, PREPA hereby submits its July 2026 B2A Report as ***Exhibit A***.

WHEREFORE, PREPA respectfully requests the Energy Bureau to take **NOTICE** of the information provided and find PREPA in compliance with the reporting requirements of the June 26 Order.

RESPECTFULLY SUBMITTED.

In San Juan, Puerto Rico, this 15th day of August 2026.

CERTIFICATE OF FILING AND SERVICE: It is hereby certified that this document was filed with the Office of the Clerk of the Energy Bureau through its electronic filing system, available at https://radicacion.energia.pr.gov/login. It is further certified that a file-stamped copy of the foregoing document was served upon the parties in the above-captioned proceeding at the following email addresses: LUMA Energy, LLC and LUMA Energy ServCo, LLC through: Margarita Mercado, margarita.mercado@us.delapiper.com; Yahaira de la Rosa, yahaira.delarosa@us.dlapiper.com; Katiuska Bolanos, Katiuska.bolanos-luga@us.dlapiper.com; RegulatoryPREBOrders@lumapr.com; Genera PR LLC through: Ernesto Ramos Maldonado, emaldonado@sbgblaw.com and eramos@ecija.com; legal@genera-pr.com; regulatory@genera-pr.com; and the

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Exhibit A

Puerto Rico Electric Power Authority
B2A Summary
FISCAL YEAR 2027
As 9/15/2026

FY27 Monthly B2A Summary

($ millions)

Summary	July-26				YTD			
	Jul-26 Budget	Jul-26 Actual	Jul-26 Variance ($)	Jul-26 Variance (%)	YTD Certified Budget	YTD Actual	YTD Variance ($)	YTD Variance (%)
A. Revenue								
PREPA Restructuring & Title III	$ (0.310)	$ (0.310)	$ -	0.0%	$ (0.310)	$ (0.310)	$ -	0.0%
FOMB Advisor Costs allocated to PREPA	(2.195)	(2.195)	-	0.0%	(2.195)	(2.195)	-	0.0%
Pension Expense funded by Pension Revenues	(25.617)	(23.299)	2.319	(9.1%)	(25.617)	(23.299)	2.319	(9.1%)
Total Consolidated Revenue	**$ (28.122)**	**$ (25.804)**	**$ 2.319**	**(8.2%)**	**$ (28.122)**	**$ (25.804)**	**$ 2.319**	**(8.2%)**
B. Expenses								
HoldCo:								
HoldCo Labor Operating Expenses	$ 0.571	$ 0.616	$ (0.045)	(8.0%)	$ 0.571	$ 0.616	$ (0.045)	(8.0%)
HoldCo Non-Labor / Other Operating Expenses	1.674	0.732	0.941	56.2%	1.674	0.732	0.941	56.2%
Shared Services Agreement	0.288	0.286	0.002	0.8%	0.288	0.286	0.002	0.8%
HoldCo Maintenance Projects Expense	0.054	-	0.054	100.0%	0.054	-	0.054	100.0%
Contingency Reserve	0.083	-	0.083	100.0%	0.083	-	0.083	100.0%
Total HoldCo Expenses	**$ 2.670**	**$ 1.634**	**$ 1.035**	38.8%	**$ 2.670**	**$ 1.634**	**$ 1.035**	**38.8%**
HydroCo:								
HydroCo Labor Operating Expenses	$ 0.299	$ 0.194	$ 0.105	35.0%	$ 0.299	$ 0.194	$ 0.105	35.0%
HydroCo Non-Labor / Other Operating Expenses	0.342	0.124	0.218	63.9%	0.342	0.124	0.218	63.9%
Shared Services Agreement	0.192	0.196	(0.004)	(2.2%)	0.192	0.196	(0.004)	(2.2%)
HydroCo Maintenance Projects Expense	0.086	-	0.086	100.0%	0.086	-	0.086	100.0%
Total HydroCo Expenses	**$ 0.919**	**$ 0.514**	**$ 0.405**	44.0%	**$ 0.919**	**$ 0.514**	**$ 0.405**	**44.0%**
Total HoldCo & HydroCo Expenses	**$ 3.588**	**$ 2.149**	**$ 1.440**	40.1%	**$ 3.588**	**$ 2.149**	**$ 1.440**	**40.12%**

Note 1: Preliminary / unaudited financial information - subject to material change.

Note 2: Pursuant to the FOMB 2025 Certified Fiscal Plan dated February 6, 2025, PREPA is reporting HoldCo and HydroCo expenses for YTD FY2027.

Note 3: PREPA is reporting YTD FY2027 amounts based on the FOMB Certified Budget dated June 26, 2026.

Note 4: PREPA Restructuring & Title III and FOMB Advisors Cost actuals are accrued equal to budget.

Puerto Rico Electric Power Authority
Monthly Expenses
FISCAL YEAR 2027
As Of: 9/15/2026

FY27 Monthly Expenses

($ millions)

	Expenses	July-26				YTD			
		Jul-26 Budget	Jul-26 Actual	Jul-26 Variance ($)	Jul-26 Variance (%)	YTD Certified Budget	YTD Actual	YTD Variance ($)	YTD Variance (%)
C.	**HoldCo (PropertyCo) – Operating & Maintenance Expenses**								
	Labor								
47	Salaries & Wages	$ 0.421	$ 0.490	$ (0.069)	(16.3%)	$ 0.421	$ 0.490	$ (0.069)	(16.3%)
48	Pension & Benefits	0.113	0.108	0.005	4.3%	0.113	0.108	0.005	4.3%
49	Overtime Pay	0.031	0.017	0.015	47.1%	0.031	0.017	0.015	47.1%
50	Overtime Benefits	0.005	0.001	0.003	70.9%	0.005	0.001	0.003	70.9%
	Total HoldCo Labor Operating Expense	**$ 0.571**	**$ 0.616**	**$ (0.045)**	**(8.0%)**	**$ 0.571**	**$ 0.616**	**$ (0.045)**	**(8.0%)**
	Non-Labor / Other Operating Expenses								
51	Materials & Supplies	$ 0.005	$ 0.002	$ 0.004	71.5%	$ 0.005	$ 0.002	$ 0.004	71.5%
52	Transportation, Per Diem, and Mileage	0.021	0.000	0.021	98.3%	0.021	0.000	0.021	98.3%
53	Retiree Medical Benefits	0.696	0.477	0.219	31.5%	0.696	0.477	0.219	31.5%
54	Security	0.066	0.080	(0.013)	(20.2%)	0.066	0.080	(0.013)	(20.2%)
55	Utilities & Rents	0.006	-	0.006	100.0%	0.006	-	0.006	100.0%
56	Legal Services	0.321	-	0.321	100.0%	0.321	-	0.321	100.0%
57	Professional & Technical Outsourced Services	0.180	0.000	0.180	99.8%	0.180	0.000	0.180	99.8%
58	IT - Maintenance & Corporate Services	0.050	0.012	0.037	75.4%	0.050	0.012	0.037	75.4%
59	Regulation and Environmental Inspection	0.133	-	0.133	100.0%	0.133	-	0.133	100.0%
60	External Audit Services	0.092	-	0.092	100.0%	0.092	-	0.092	100.0%
61	Equipment, Inspections, Repairs & Other	0.104	0.162	(0.058)	(55.3%)	0.104	0.162	(0.058)	(55.3%)
	Total HoldCo Non-Labor / Other Operation Expenses	**$ 1.674**	**$ 0.732**	**$ 0.941**	**56.2%**	**$ 1.674**	**$ 0.732**	**$ 0.941**	**56.2%**
62	Shared Service Agreement	$ 0.288	$ 0.286	$ 0.002	0.8%	$ 0.288	$ 0.286	$ 0.002	0.8%
63	Maintenance Projects Expenses	0.054	-	0.054	100.0%	0.054	-	0.054	100.0%
64	Contingency Reserve	0.083	-	0.083	100.0%	0.083	-	0.083	100.0%
	Total HoldCo Operating & Maintenance Expenses	**$ 2.670**	**$ 1.634**	**$ 1.035**	**38.8%**	**$ 2.670**	**$ 1.634**	**$ 1.035**	**38.8%**
D.	**HydroCo – Operating & Maintenance Expenses**								
65	Salaries & Wages	$ 0.212	$ 0.141	$ 0.071	33.3%	$ 0.212	$ 0.141	$ 0.071	33.3%
66	Pension & Benefits	0.059	0.032	0.027	46.3%	0.059	0.032	0.027	46.3%
67	Overtime Pay	0.024	0.019	0.005	19.9%	0.024	0.019	0.005	19.9%
68	Overtime Benefits	0.004	0.002	0.002	47.5%	0.004	0.002	0.002	47.5%
	Total HydroCo Labor Operating Expenses	**$ 0.299**	**$ 0.194**	**$ 0.105**	**35.0%**	**$ 0.299**	**$ 0.194**	**$ 0.105**	**35.0%**
	Non-Labor / Other Operating Expenses								
69	Materials & Supplies	$ 0.060	$ 0.004	$ 0.056	93.6%	$ 0.060	$ 0.004	$ 0.056	93.6%
70	Transportation, Per Diem, and Mileage	0.020	0.001	0.019	94.4%	0.020	0.001	0.019	94.4%
71	Security	0.143	0.114	0.029	20.1%	0.143	0.114	0.029	20.1%
72	Utilities & Rents	0.007	-	0.007	100.0%	0.007	-	0.007	100.0%
73	Professional & Technical Outsourced Services	0.016	-	0.016	100.0%	0.016	-	0.016	100.0%
74	Regulation and Environmental Inspection	0.061	-	0.061	100.0%	0.061	-	0.061	100.0%
75	Equipment, Inspections, Repairs & Other	0.035	0.004	0.031	87.4%	0.035	0.004	0.031	87.4%
	Total HydroCo Non-Labor / Other Operating Expenses	**$ 0.342**	**$ 0.124**	**$ 0.218**	**63.9%**	**$ 0.342**	**$ 0.124**	**$ 0.218**	**63.9%**
76	Shared Services Agreement	$ 0.192	$ 0.196	$ (0.004)	(2.2%)	$ 0.192	$ 0.196	$ (0.004)	(2.2%)
77	Maintenance Projects Expenses	0.086	-	0.086	100.0%	0.086	-	0.086	100.0%
	Total HydroCo Operating & Maintenance Expenses	**$ 0.919**	**$ 0.514**	**$ 0.405**	**44.0%**	**$ 0.919**	**$ 0.514**	**$ 0.405**	**44.0%**
	Total HoldCo & HydroCo Operating & Maintenance Expenses	**$ 3.588**	**$ 2.149**	**$ 1.440**	**40.12%**	**$ 3.588**	**$ 2.149**	**$ 1.440**	**40.12%**
	Memo: Pension Expense funded by Pension Revenues								
78	Pension Expense	$ 25.617	$ 23.299	$ 2.319	9.1%	$ 25.617	$ 23.299	$ 2.319	9.1%

Note 1: Preliminary / unaudited financial information - subject to material change

Puerto Rico Electric Power Authority
Variance Detail
FISCAL YEAR 2027
9/15/2026

Variance #1
FOMB Category: Legal Services (HoldCo)
Account: Legal Services (HoldCo)

Expenses	Budget YTD	Actual YTD	Variance ($)	Variance (%)
Legal Services (HoldCo)	$ 0.321	$ -	$ 0.321	100.00%

Variance Explanation

Variance due to the timing of contract approval, execution, commencement of services, and/or invoice receipt and processing. As July represents the first month of the fiscal year, certain services had not yet commenced and related expenditures had not yet been incurred.

Root Cause

Timing of contract execution, service commencement, and related expenditures.

Corrective Action

PREPA will continue to monitor and resolve any issues.

Variance #2
FOMB Category: Retiree Medical Benefits (HoldCo)
Account: Retiree Medical Benefits (HoldCo)

Expenses	Budget YTD	Actual YTD	Variance ($)	Variance (%)
Retiree Medical Benefits (HoldCo)	$ 0.696	$ 0.477	$ 0.219	31.49%

Variance Explanation

PREPA continues to experience a reduction in Medicare Advantage retiree enrollment as retirees elect private health plan alternatives. PREPA has also observed that loss of life within this population has decreased and anticipates enrollment levels will remain relatively stable in FY2027 through benefit management initiatives without budgetary impact.

Root Cause

Reduction to participants in the Medicare Advantage retiree group.

Corrective Action

No action identified. PREPA will continue to monitor and adjust future budget proposals as needed.

Variance #3
FOMB Category: Professional & Technical Outsourced Services (HoldCo)
Account: Professional & Technical Outsourced Services (HoldCo)

Expenses	Budget YTD	Actual YTD	Variance ($)	Variance (%)
Professional & Technical Outsourced Services (HoldCo)	$ 0.180	$ 0.000	$ 0.180	99.84%

Variance Explanation

Variance due to the timing of contract approval, execution, commencement of services, and/or invoice receipt and processing. As July represents the first month of the fiscal year, certain services had not yet commenced and related expenditures had not yet been incurred.

Root Cause

Timing of contract execution, service commencement, and related expenditures.

Corrective Action

PREPA will continue to monitor and resolve any issues.

Variance #4
FOMB Category: Regulation and Environmental Inspection (HoldCo)
Account: Regulation and Environmental Inspection (HoldCo)

Expenses	Budget YTD	Actual YTD	Variance ($)	Variance (%)
Regulation and Environmental Inspection (HoldCo)	$ 0.133	$ -	$ 0.133	100.00%

Variance Explanation

Variance due to the timing of contract approval, execution, commencement of services, and/or invoice receipt and processing. As July represents the first month of the fiscal year, certain services had not yet commenced and related expenditures had not yet been incurred.

Root Cause

Timing of contract execution, service commencement, and related expenditures.

Corrective Action

PREPA will continue to monitor and resolve any issues.